C/007/019 In coming



P.O. BOX 910 EAST CARBON, UTAH 84520 PHONE (435) 888-4000 FAX (435) 888-4002

Utah Division of Oil, Gas & Mining Coal Program 1594 West North Temple, Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801

December 14, 2010

Attn: Daron Haddock

Permit Supervisor

RE:

Andalex Resources, Inc., C/007/019

Tower (Centennial) Mine

Utilization of Sediment Pond A for Storage of Crandall Iron Sludge

Appendix XX-AA

Dear Mr. Haddock:

Enclosed are six (6 ea.) copies of a change to the MRP to allow utilization of Sediment Pond A for the storage of the iron sludge material from the Crandall Mine discharge water treatment facility. Please note that Sediment Pond A is an old structure and is no longer part of the approved sedimentation and drainage control plan. Also please note that the structure is currently approved as an "excess spoil and mine development waste storage" site.

Should you have any questions regarding this submittal, please feel free to contact me

Sincerely,

David Shaver Resident Agent

DIV. OF OIL, GAS & MINING

Confidential Shelf

Expandable For additional information

om DOGM - C1 (Last Revised December 3, 2010) File Folder						
APPLICATION FOR PERMIT PROCESSING						
Permit Change □		New Permit □ Renewal □ Transfer □ Exploration □ Bond Release □	Permit Number: 007/019			
Title of Proposal:		Change to allow utilization of Sediment Pond A for storage	Mine: Centennial Project			
of Crandall Mine iron sludge material Apparatix XX-AA Permittee: Andalex Resources,						
Description, include reason for application and timing required to implement:.						
Instructions: If you answer yes to any of the first 8 questions (gray), submit the application to the Salt Lake Office. Otherwise, you may submit it to your reclamation specialist						
□ Yes	No No	1. Change in the size of the Permit Area? acres Disturbed Area? acres □ increase □ decrease				
□ Yes	₩ No	2. Is the application submitted as a result of a Division Order?				
□ Yes	ONO	3. Does application include operations outside a previously identified Cumulative Hydrologic Impact Area?				
□ Yes	No	4. Does application include operations in hydrologic basins other than as currently approved?				
□ Yes	₽ No	5. Does application result from cancellation, reduction or increase of insurance or reclamation bond?				
□ Yes	WNo	6. Does the application require or include public notice/publication?				
□ Yes	₽No	7. Does the application require or include ownership, control, right-of-entry	or compliance information?			
□ Yes	■ No	8. Is proposed activity within 100 feet of a public road or cemetery or 300 feet of an occupied dwelling?				
□ Yes	No	9. Is the application submitted as a result of a Violation?				
□ Yes	₽Ño	10. Is the application submitted as a result of other laws or regulations or po	olicies? Explain:			
□ Yes	₽No	11. Does the application affect the surface landowner or change the post m	ining land use?			
□ Yes	@No	12. Does the application require or include underground design or mine sequence and timing?				
□ Yes	₽Ño	13. Does the application require or include collection and reporting of any b	aseline information?			
□ Yes	No	14. Could the application have any effect on wildlife or vegetation outside the	e current disturbed area?			
□ Yes	No	15. Does application require or include soil removal, storage or placement?				
□ Yes	No	16. Does the application require or include vegetation monitoring, removal of	or revegetation activities?			
□ Yes	₽No	17. Does the application require or include construction, modification, or rer	noval of surface facilities?			
□ Yes	No	18. Does the application require or include water monitoring, sediment or dr	ainage control measures?			
□ Yes	No	19. Does the application require or include certified designs, maps, or calcu	lations?			
□ Yes	Ø No	20. Does the application require or include subsidence control or monitoring)?			
□ Yes	₽No	21. Have reclamation costs for bonding been provided for?				
□ Yes	U-No	22. Does application involve a perennial stream, a stream buffer zone or discharges to a stream?				
□ Yes	UNO No	23. Does the application affect permits issued by other agencies or permits issued to other entities?				
□ Attach _3_ complete copies of the application.						
I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments, unded this few and obligations have in (R645-304-403).						

Signed - Name - Position - Date 3 Report December 2000

My Commission Expires Notary Public March 27

SEATE OF COUNTY OF COUNTY OF 20/3 Notary Public LINDA KERNS Commission 8578211 My Commission Expires March 27, 2013 State of Utah

RECEIVED

DEC 14 2010

DIV. OF OIL, GAS & MINING ASSIGNED TRACKING NUMBER

Application for Permit Processing Detailed Schedule of Changes to the MRP

Title of Application: Change to allow utilization of Sediment Pond A for storage of

Crandall Mine iron sludge material , Appendix XX-AA

Permit Number: 007/019

Mine: Centennial Project

Permittee: Andalex Resources, Inc

Provide a detailed listing of all changes to the mining and reclamation plan which will be required as a result of this proposed permit application. Individually list all maps and drawings which are to be added, replaced, or removed from the plan. Include changes of the table of contents, section of the plan, pages, or other information as needed to specifically locate, identify and revise the existing mining and reclamation plan. Include page, section and drawing numbers as part of the description.

			DESCRIPTION OF MAP, TEXT, OR MATERIALS TO BE CHANGED
□ ADD	□ REPLACE	□ REMOVE	
	REPLACE	□ REMOVE	Contents: page lix
□ ADD	□ REPLACE	□ REMOVE	
□ ADD	REPLACE	□ REMOVE	Chapter 5: pages 5-168, 5-169, 5-170
□ ADD	□ REPLACE	□ REMOVE	
□ ADD	□ REPLACE	□ REMOVE	
MADD.	□ REPLACE	□ REMOVE	Appendix XX-AA "Utilization of
□ ADD	□ REPLACE	□ REMOVE	Sediment Found A for Storage
□ ADD	□ REPLACE	□ REMOVE	of Coundall Mine Iron Studge
□ ADD	□ REPLACE	□ REMOVE	Muterial"
□ ADD	□ REPLACE	□ REMOVE	
□ ADD	□ REPLACE	□ REMOVE	
□ ADD	□ REPLACE	□ REMOVE	
□ ADD	□ REPLACE	□ REMOVE	
□ ADD	□ REPLACE	□ REMOVE	
□ ADD	□ REPLACE	□ REMOVE	
□ ADD	□ REPLACE	□ REMOVE	
□ ADD	□ REPLACE	□ REMOVE	
□ ADD	□ REPLACE	□ REMOVE	
□ ADD	□ REPLACE	□ REMOVE	
□ ADD	□ REPLACE	□ REMOVE	
□ ADD	□ REPLACE	□ REMOVE	
□ ADD	□ REPLACE	□ REMOVE	

Any other specific or special instructions required for insertion of this proposal into the Mining and Reclamation Plan?

RECEIVED

UEC 1 4, 2010

DIV. OF OIL, GAS & MINING